

2004 MICHIGAN

SBT Credit for Small Businesses and Contribution Credits

Issued under authority of P.A. 228 of 1975. See instruction booklet for filing guidelines.

SCHEMA DRAFT 2004
8/9/04 C-8000C

Form Code 2

1. Name	2. Federal Employer Identification Number (FEIN) or TR Number
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TAX and CREDIT FOR SMALL BUSINESSES

The standard small business credit and the alternate tax are **NOT** available if any of the following conditions exist:

- Gross receipts exceed \$10,000,000; **or**
- Adjusted business income after loss adjustment exceeds:
 - a. \$475,000 for corporations, partnerships and L.L.C.'s
 - b. \$115,000 for an individual or fiduciary; **or**
- Any shareholder or officer has allocated income after loss adjustment of over \$115,000, or any partner has distributive share of income after loss adjustment of over \$115,000, as determined on C-8000KC or C-8000KP. Form C-8000KC or C-8000KP must be attached.

The standard small business credit and the alternate tax must be **REDUCED** if any shareholder or officer has allocated income after loss adjustment of over \$95,000 but not over \$115,000, or any partner has distributive share of income after loss adjustment of over \$95,000 but not over \$115,000, as determined on C-8000KC or C-8000KP. C-8000KC or C-8000KP must be attached.

Note: Members of controlled groups must attach a copy of Form C-8009, *SBT Allocation of Statutory Exemption, Standard Small Business Credit, and Alternate Tax for Members of Controlled Groups*.

If **not** claiming a small business credit, go to line 28 to claim contribution credits.

PART 1: ADJUSTED BUSINESS INCOME

3. Business income from C-8000, line 11 3. _____
4. Capital loss carryover or carryback from C-8000, line 21 ▶ 4. _____
5. Net operating loss carryover or carryback from C-8000, line 22 ▶ 5. _____
6. Subtotal. Add lines 3, 4 and 5 6. _____
7. Compensation and director fees of active shareholders from C-8000KC, line 6 ▶ 7. _____
8. Compensation and director fees of officers from C-8000KC, line 7 ▶ 8. _____
9. Adjusted business income. Add lines 6, 7 and 8. If less than zero, enter 100% on line 13 9. _____

PART 2: SMALL BUSINESS CREDIT

10. Tax base from C-8000, line 32 10. _____
11. Tax base for credit. Multiply line 10 by 45% (.45) 11. _____
12. Income percentage. Divide line 9 by line 11 and multiply by 100 to find percentage 12. _____
13. Credit percentage. Subtract line 12 from 100%. If line 9 exceeds line 11, this credit cannot be taken. Go to line 16 to calculate alternate tax 13. _____
(not to exceed 100%)
14. **Tax** from C-8000, line 44 **TAX** 14. \$ _____
15. **Standard Small Business Credit.** Multiply line 13 by line 14 15. _____
16. Alternate tax. Multiply line 9 by 2% (.02) 16. _____
17. **Alternate Credit.** Subtract line 16 from line 14 17. _____
- 18a. Small business credit. Enter the greater of line 15 or 17 18a. _____
- b. Reduced small business credit. Use the Reduced Credit Table on page 2 of this form to find the reduced credit percentage. Multiply line 18a by _____% 18b. _____
19. **Tax after small business credit.** Subtract line 18a or 18b, whichever is applicable, from line 14 ▶ 19. _____

If gross receipts are equal to or less than \$9 million and contribution credits are not being claimed, enter the amount on line 19 on Form C-8000, line 45. Otherwise, go to page 2.

Continue on page 2.

PART 3: GROSS RECEIPTS REDUCTION**Complete this section if gross receipts are more than \$9,000,000 but not more than \$10,000,000.**

20. Gross receipts from C-8000, line 10. See instructions for tax years less than 12 months 20. _____
21. Excess gross receipts. Subtract \$9,000,000 from line 20 21. _____
22. Excess percentage. Divide line 21 by \$1,000,000 22. _____
23. Allowable percentage. Subtract line 22 from 100% 23. _____
24. Tax from line 14 or C-8000, line 44 24. _____
25. Multiply the percentage on line 23 by the credit on
line 18a or line 18b, whichever is applicable 25. _____
26. **Tax after small business credit.** Subtract line 25 from line 24 **26.** _____

If no contribution credits are claimed, enter the amount on line 26 on Form C-8000, line 45.**PART 4: CONTRIBUTION CREDITS****Complete this section ONLY if claiming contribution credits. See the instructions for these credits on page 24.**

27. Enter the amount from line 19 or 26, whichever applies. Affiliated or controlled groups
or entities under common control, enter the amount from C-8009, line 33 or 34 27. _____
28. If you **did not claim a small business credit**, enter the amount from C-8000, line 44 28. _____
- 29a. Community Foundations** donations **29a.** _____
- b. **Credit.** Enter the smaller of 50% of line 29a, \$5,000, or 5% of the tax on C-8000, line 43 29b. _____
- c. Find the code on page 73 for any community
foundations contributed to and enter here **29c.** _____
30. Subtract line 29b from line 27 or 28 30. _____
- 31a. Homeless Shelter/Food Bank Credit** donations **31a.** _____
- b. **Credit.** Enter the smaller of 50% of line 31a, \$5,000
or 5% of the tax on C-8000, line 43 31b. _____
32. Subtract line 31b from line 30 32. _____
- 33a. Public Contributions** **33a.** _____
- b. **Credit.** Enter the smaller of 50% of line 33a, \$5,000, or 5% of line 32 33b. _____
- 34a. Public Utility Property Tax** for taxable year **34a.** _____
- b. **Credit.** Enter 5% of line 34a. This amount cannot exceed the tax liability 34b. _____
35. Add lines 33b and 34b 35. _____
36. **Tax After Credits.** Subtract line 35 from line 32. Enter here and on Form C-8000, line 45 36. _____

REDUCED CREDIT TABLE

If allocated income* is:	The reduced credit is:
\$0 - \$ 95,000	100% of the small business credit
\$95,001 - \$ 99,999	80% of the small business credit
\$100,000 - \$104,999	60% of the small business credit
\$105,000 - \$109,999	40% of the small business credit
\$110,000 - \$115,000	20% of the small business credit

*See page 6 for tax years less than 12 months.